

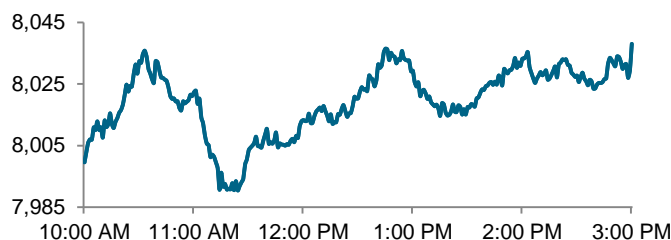
# DAILY MARKETS OVERVIEW

2 OCTOBER 2018

السوق السعودي  
Saudi Fransi Capital  
Distinguished Service, Outstanding Performance



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,038	0.5	1.8	11.2	17.3
Saudi (NOMU)	2,583	0.3	-0.5	-17.7	8.5
Energy	5,037	0.9	2.9	17.7	16.7
Materials	5,776	0.2	1.8	14.3	18.0
Capital Goods	3,611	-0.2	-0.1	-16.8	NA
Com. & Prof. Svc	4,288	-0.6	0.6	2.0	18.5
Transportation	3,699	-0.3	-0.2	-7.8	22.5
Cons. Durables & Apparel	3,652	-0.4	0.4	-11.8	NA
Consumer Services	3,219	-0.8	-0.3	-12.6	18.2
Media	12,071	-0.5	1.8	56.0	NA
Retailing	6,195	-1.0	-1.5	10.0	23.7
Food & Staples Retailing	5,843	-0.3	0.5	4.2	43.0
Food & Beverages	4,058	-0.8	-0.1	-17.1	26.0
Health Care Equipment	3,963	1.2	1.6	-10.8	18.5
Pharma, Biotech & Life Science	4,169	1.0	1.6	5.0	26.4
Banks	7,126	1.0	2.6	29.5	12.7
Diversified Financials	3,501	-0.2	0.2	-13.1	NA
Insurance	3,902	0.6	1.0	-17.4	31.7
Telecommunication	5,180	-0.3	1.1	21.8	16.5
Utilities	3,523	-0.1	0.2	-22.8	NA
REITs	3,679	-0.1	-0.3	-20.6	NA
Real Estate	3,556	0.6	0.7	-24.3	28.9

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
United Cooperative Assurance Co.	12.24	9.1%	13.0
National Medical Care Co.	48.30	5.7%	15.2
Gulf General Cooperative Insurance Co.	14.00	5.3%	7.6
Nama Chemicals Co.	27.75	3.9%	48.3
Salama Cooperative Insurance Co.	17.04	3.5%	23.9

Source: Tadawul

## Upcoming General Assembly Meetings

Company	Date
Tabuk Cement Co.	4-Oct-18
Aseer Trading, Tourism and Manufacturing Co.	7-Oct-18
Saudi Industrial Export Co.	9-Oct-18
Al Alamiya for Cooperative Insurance Co.	10-Oct-18
Alujain Corp.	11-Oct-18
Tihama Advertising and Public Relations Co.	14-Oct-18

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of October 2, 2018  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 0.5% higher at 8,038 while NOMU ended 0.3% higher at 2,583 on Monday. TASI traded value totaled SAR 3.3bn and averaged SAR 2.7bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 54% of the daily traded value.
- Banks and Materials ended 1.0% and 0.2% higher, respectively. Telecom closed 0.3% lower. Health Care Equipment (up 1.2%) was the best performer. Among stocks, United Cooperative Assurance Co. (8190/UCA AB), National Medical Care Co. (4005/CARE AB), and Gulf General Cooperative Insurance Co. (8260/GGCI AB) led the gainers.
- The Saudi Arabian Monetary Authority (SAMA) stated that KSA banks' investments in Treasury bonds increased by SAR 4.2bn (USD 1.1bn) M/M to approximately SAR 291bn (USD 77.6bn) in August. (Source: Argaam)
- The SAMA revealed that remittance outflows by expatriates in KSA fell 17% Y/Y to SAR 10.4bn (USD 2.8bn) in August. Compared to July, expatriate remittances dropped 14% or around SAR 1.7bn (USD 467mn). 8M18 remittances are down 1.3% Y/Y. (Source: Argaam)
- KSA scrapped a USD 200bn (SAR 750bn) plan to build the world's largest solar generation project, with the capacity to generate up to 200 gigawatts (GWs) by 2030; and would instead implement a broader renewable energy strategy. (Source: Arabian Business)
- The Ministry of Labour and Social Development launched 68 initiatives to boost Saudization rates in the private sector. The first phase of these initiatives will be launched within three months, and other phases will follow later on. (Source: Argaam)
- One of Saudi Aramco's focus areas is its long-term strategy to use non-metallic materials. These materials have potential in oil and gas sector as well as automotive, building and construction, packaging, and renewable sectors. (Source: Trade Arabia)
- Almarai Co. (2280/ALMARAI AB) fully redeemed its SAR 1.7bn (USD 453mn) senior sukuk, which was issued on September 30, 2013, replacing it with bank borrowing. The financial impact of the transaction is expected to appear in 3Q18 results. (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Wafrah for Industry and Development Co.	14.94	-2.4%	1.9
Southern Province Cement Co.	33.75	-2.0%	6.1
United International Transportation Co.	26.75	-2.0%	5.7
Saudi Company for Hardware	76.40	-1.9%	5.8
Middle East Specialized Cables Co.	6.95	-1.8%	3.7

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	126.00	0.5%	700
Alinma Bank	21.80	1.3%	521
Al Rajhi Bank	88.70	0.9%	262
Saudi Kayan Petrochemical Co.	17.00	0.7%	164
The National Shipping Co of Saudi Arabia	34.05	1.8%	104

Source: Tadawul

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## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,850	0.5	0.8	-15.4	7.5
Abu Dhabi (ADX)	4,980	0.9	0.6	13.2	13.1
Kuwait (KSE)	5,191	0.2	-0.4	1.2	16.1
Qatar (QE)	9,790	-0.2	0.1	14.9	14.5
Oman (MSM)	4,538	-0.1	0.3	-11.0	11.1
Bahrain (BSE)	1,335	-0.3	-1.0	0.3	9.1
DJMENA Index	566	0.2	0.8	7.5	NA

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,925	0.4	0.4	9.4	21.1
US (NASDAQ 100)	8,037	-0.1	-0.1	16.4	24.6
UK (FTSE 100)	7,496	-0.2	-0.2	-2.5	16.7
Germany (DAX)	12,339	0.8	0.8	-4.5	14.6
France (CAC 40)	5,507	0.2	0.2	3.7	17.6
Russia (MICEX)	2,472	-0.1	-0.1	17.2	6.6
Japan (Nikkei)	24,246	0.5	0.5	6.5	17.3
Hong Kong (HSI)	27,789	0.0	0.0	-7.1	10.5
South Korea (KOSPI)	2,339	-0.2	-0.2	-5.2	NA
China (SHCOMP)	2,821	0.0	0.0	-14.7	13.2
India (NIFTY)	11,008	0.7	0.7	4.5	23.1
Brazil (IBOV)	78,624	-0.9	-0.9	2.9	NA
Turkey (BIST 100)	98,537	-1.4	-1.4	-14.6	7.5
Egypt (EGX30)	14,447	-1.2	-1.3	-3.8	13.3
MSCI Emerging Markets	1,046	-0.1	-0.1	-9.7	12.6
MSCI World	2,188	0.2	0.2	4.0	18.8

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	85.0	2.7	2.7	27.1	46.8
Natural Gas (\$/mmbtu)	3.1	3.4	3.4	10.8	2.8
Gold (\$/oz)	1,189	-0.3	-0.3	-9.0	-7.3
Silver (\$/oz)	14.5	-1.4	-1.4	-15.0	-13.5
Platinum (\$/oz)	824	0.9	0.9	-11.5	-10.5
Copper (\$/t)	6,259	-0.1	-0.1	-13.2	-2.1
Zinc (\$/t)	2,700	1.5	1.5	-19.1	-14.3
Lead (\$/mt)	2,016	0.7	0.7	-19.2	-18.0
Wheat (\$/bu)	512	0.5	0.5	9.9	-4.6
Corn (\$/bu)	365	2.5	2.5	-4.9	-8.5
Sugar (\$/lb)	11.6	3.7	3.7	-23.7	-23.5

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.40	0.00	0.70	0.00
Saudi Arabia	2.73	0.01	0.83	0.33
UAE	2.61	0.16	0.81	0.21
Kuwait	2.06	0.00	0.19	-0.34
Qatar	2.78	0.03	0.13	0.38
Bahrain	3.73	0.00	1.00	1.33

Source: Reuters

NOTES: (1) Prices updated as of October 2, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- US markets ended mixed on Monday. S&P 500 gained 0.4% while NASDAQ declined 0.1%. Dow Jones Industrial closed 0.7% higher. In Europe, UK declined 0.2%, while Germany and France closed 0.8% and 0.2% higher, respectively.
- Asian markets are trading mixed on Tuesday. China and India are closed for trading. Japan is up 0.4% while South Korea is down 0.7%. Hong Kong is trading 1.6% lower in the morning session.
- GCC markets ended mixed on Monday. Dubai and Abu Dhabi gained 0.5% and 0.9%, respectively. Kuwait gained 0.2% while Qatar declined 0.2%. Oman and Bahrain closed 0.1% and 0.3% lower, respectively.
- The International Monetary Fund (IMF) lifted its forecasts for economic growth in the UAE on expectations that oil production and state spending will rise. The IMF expects the economy to expand 2.9% in 2018 and 3.7% in 2019. (Source: Zawya)
- According to Statistics Centre - Abu Dhabi (SCAD), the economy of Abu Dhabi continued to perform better with its GDP estimates at current prices increasing to AED 832bn (USD 227bn) in 2017, compared to AED 760bn (USD 207bn) the previous year. (Source: Trade Arabia)
- According to the International Air Transport Association (IATA), Middle Eastern carriers posted a 5.4% traffic increase in August, which was a slowdown from 6.2% in July. Passenger volumes have trended upward at an 8.0% annualized rate since the start of the year. (Source: Trade Arabia)
- The UAE's Department of Economic Development – Ajman (DED-Ajman) would start using individuals' Emirates ID for transactions and processes across the Emirate, aimed at enhancing efficiency as the use of the Emirates ID ensures maximum accuracy. (Source: Trade Arabia)
- Oman's Nama Group announced the launch of the live operation of its centrally implemented Automatic Meter Reading (AMR) project designed for high-value customers in the electricity sector across the country. (Source: Trade Arabia)
- Dubai Investments (DIC UH) announced that the construction of its USD 820mn (AED 3.0bn) Mirdif Hills project, being developed by its subsidiary Dubai Investments Real Estate Company (DIRC), is almost 50% complete. (Source: Arabian Business)
- Dubai's Union Properties (UPP UH) would unveil Avenue District, a mixed-used urban lifestyle project, worth AED 2.5bn (USD 680mn), that is part of its Dubai Motor City Phase 2 development at Cityscape Global 2018. (Source: Arabian Business)
- UAE's Damac Properties (DAMAC UH) inked an agreement with Italian fashion house Roberto Cavalli, under which the latter would provide the interior design for at least five luxury hotels, starting with the first one to be built in Dubai by 2023. (Source: Zawya)

## Coming Up

- Japan's Composite PMI for September 2018 (prior: 52.0) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended September 28 (prior: 1.9mn barrels) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended September 29 (prior: 214K; consensus: 210K) will be announced October 4. (Source: Econoday)



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